



California Economic Profile

SNAPSHOT

2001-2005

California is an economy of diverse regions. Each region has different characteristics, industries, infrastructures and workforces. It is important to understand trends by region, as seen in the *Regional Economic Profiles* and *Snapshots*, and from the statewide perspective presented here.

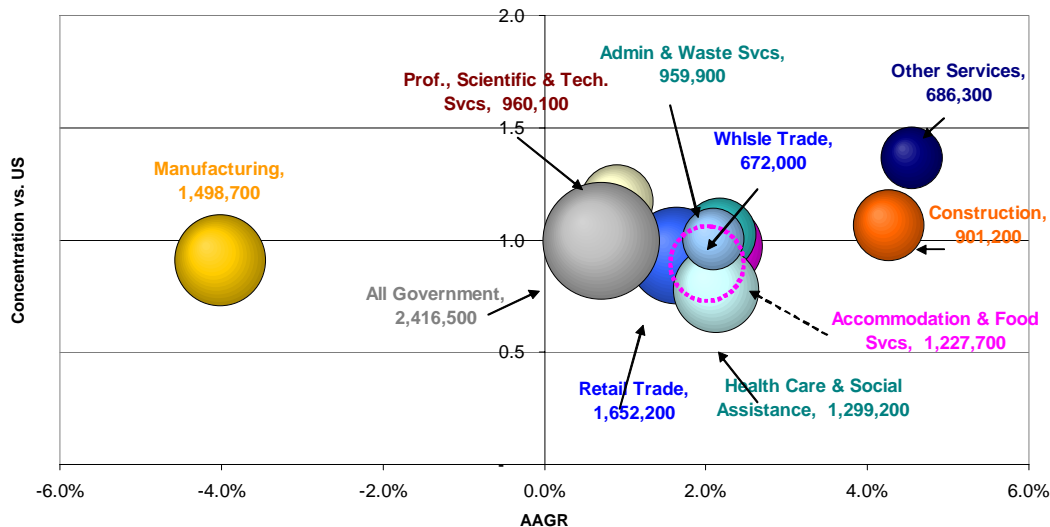
In 2005, the state's unemployment rate was 5.4%, slightly higher than the nation, at 5.1%. The statewide average annual wage for private industry was \$42,485 in 2005; the per capita income was \$36,936.

Industry Employment

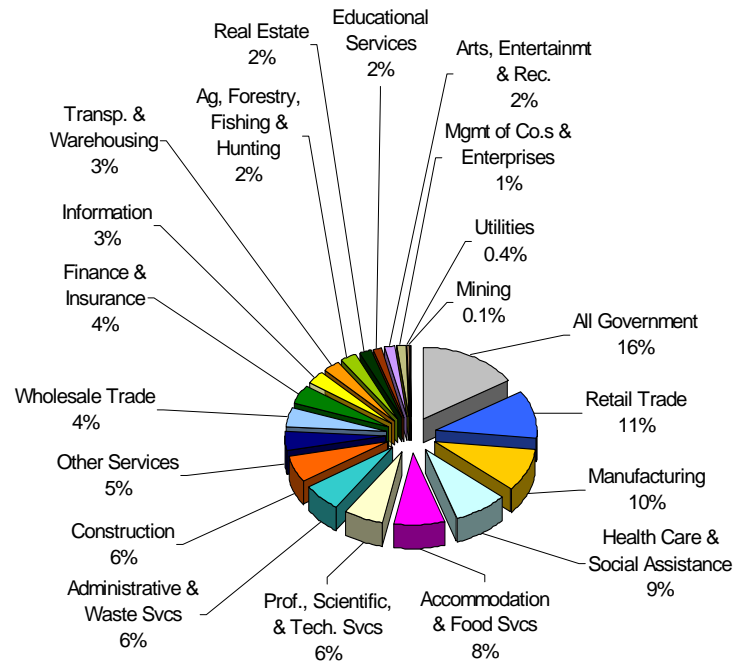
From 2001 to 2005, California experienced overall job growth of 3.8%; private industry jobs increased by 4% and Government jobs increased by 2.9%. At the same time, the state's traditional economic base¹ reported job losses of 2.3%. Also during this time, the state's population grew by 4.6% and per capital income grew by 12.4%.

Of all private firms, over 98% have fewer than 100 employees and almost 96% have fewer than 50 employees. Firms with fewer than 100 employees provide almost 58% of the jobs for the region.

Top Ten Industry Sectors — Employment Change 2001-2005



Industry Composition 2005



**Net Job Growth
2001-2005**
3.8%

**Unemployment Rate
2005**
5.4%

**Population Growth
2001-2005**
4.6%

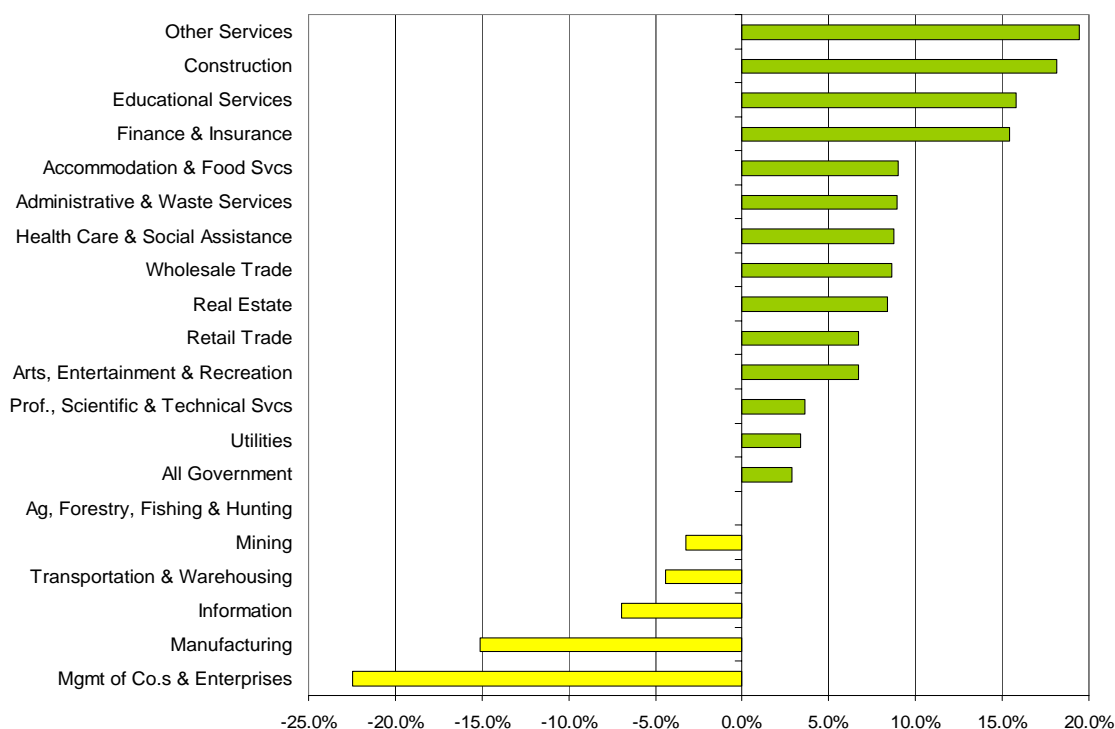
Per Capita Income
2001 2005
\$32,859 \$36,936

Size of Firms 2005
< 100 < 50
98.3% 95.9%



¹ Primarily export-oriented industries. See full regional profile at www.labor.ca.gov/panel for details.

Job Growth by Industry Sector 2001-2005



Fastest Growing Sub-sectors 2001-2005

- Wholesale Electronic Markets & Agents & Brokers (NAICS 425), with a 13.9% average annual growth rate (AAGR);
- Private Households (NAICS 814), with a 13.9% AAGR;
- Credit Intermediation & Related Activities (NAICS 522), with an 5.9% AAGR;
- Funds, Trusts & Other Financial Vehicles (NAICS 525), with a 5.4% AAGR;
- Motion Picture & Sound Recording Industries (NAICS 512), with an 5.2% AAGR;
- Construction of Buildings (NAICS 236), with a 5.0% AAGR;
- Specialty Trade Contractors (NAICS 238), with a 4.5% AAGR;
- Clothing & Clothing Accessories Stores (NAICS 448), with a 4.2% AAGR;
- Building Material & Garden Equipment & Supplies Dirs (NAICS 444), with a 4.0% AAGR; and,
- Real Estate (NAICS 531), with a 3.8% AAGR.

Competitive Advantage — Sub-sectors with Highest Concentration of Jobs* in 2005

- Support Activities for Agriculture & Forestry (NAICS 115) with a concentration of 4.6;
- Private Households (NAICS 814) with a concentration of 4.1;
- Motion Picture & Sound Recording Industries (NAICS 512) with a concentration of 3.5;
- Crop Production (NAICS 111) with a concentration of 2.8;
- Apparel Manufacturing (NAICS 315) with a concentration of 2.6;
- Computer & Electronic Product Mfg (NAICS 334) with a concentration of 2.1;
- Beverage Manufacturing (NAICS 312) with a concentration of 1.7;
- Internet Publishing & Broadcasting (NAICS 516) with a concentration of 1.7;
- Performing Arts, Spectator Sports & Related Industries (NAICS 711) with a concentration of 1.4; and,
- Electronics & Appliance Stores (NAICS 443) with a concentration of 1.3.

* Compared to statewide concentration



Presented by the California Economic Strategy Panel
For more information and the complete economic profiles,
go to www.labor.ca.gov/panel.

